

Appendix 4D

Half Year Report to the Australian Stock Exchange

Name of Entity	China Century Capital Limited
ABN	44 109 330 949
Half year ended	31 December 2008
Previous corresponding period	31 December 2007

Results for announcement to the market

	\$'000	Percentage increase/ (decrease) over previous corresponding period
Revenue from ordinary activities	206	(41%)
Loss from ordinary activities after tax attributable to members	(2,887)	(208%)
Net loss for the period attributable to members	(2,887)	(208%)

No interim dividend was paid and it is not proposed to pay any dividends.

Net loss for the period includes revaluation of investment of \$2,958,373 (2007: Nil) and finance costs of \$253,355 (2007- \$195,162).

	Current period	Previous corresponding period
Net tangible assets per ordinary security	8.8 cents	19.0 cents

This report is based on accounts which have been subject to review. It is recommended that this report is read in conjunction with the annual financial report for the year ended 30 June 2008 and the interim financial report for the period ended 31 December 2007.

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CHINA CENTURY CAPITAL LIMITED
ACN 109 330 949

HALF-YEAR FINANCIAL REPORT

31 December 2008

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China Century Capital Limited
ACN 109 330 949

COMPANY DIRECTORY

Directors

Dan Kao, B Mech Eng, Master of Biomedical Eng.
Executive Director

Peter Kao, B. Telecom, Master of Biomedical Eng.
Executive Director

Jack Wu
Non-executive Director

Mike Kuan
Non-executive Director

Company Secretary

Peter Kao, B. Telecom, Master of Biomedical Eng.

Chief Financial Officer

George Gaal, B Bus, CPA, FCIS

Registered Office

Level 5, 47 York Street
SYDNEY NSW 2000

Telephone (02) 8284 5693
Facsimile (02) 9299 6733

Share Registry

Computershare Investor Services Pty Ltd
Level 2, 45 St. George's Terrace
Perth WA 6000

Telephone (08) 9323 2000
Facsimile (08) 9323 2033

Auditor

Grant Thornton NSW
Level 17, 383 Kent Street
Sydney NSW 2000

Stock Exchange Listing

Australian Stock Exchange, Sydney
Code: CCY

DIRECTORS' REPORT

Your directors submit the financial report of the consolidated entity for the half-year ended 31 December 2008.

DIRECTORS

The names of directors who held office during or since the end of the half-year:

P Kao (appointed on 30 January 2009)
D Kao (appointed on 30 January 2009)
C V Alexander (resigned on 30 January 2009)
J C T Lu (resigned on 30 January 2009)
F Kong (resigned on 18 August 2008)
J Wu (appointed on 14 October 2008)
M Kuan (appointed on 1 December 2008)
W Wang (appointed on 18 August 2008, resigned on 14 October 2008)

REVIEW OF OPERATIONS

Net consolidated loss after income tax for the period amounted to \$2,886,918 (2007: \$936,494). No income tax expense was incurred for the half year ended 31 December 2008 (2007: Nil).

The company continues to receive interest income from investments and has been actively pursuing business opportunities including those undertaken by its subsidiaries.

NATURE OF COMPANY

The company is principally an investment company focusing in projects in the rapidly growing economy of China.

SUBSEQUENT EVENTS AFTER BALANCE DATE

(a) Change of substantial shareholders

During January 2009, Minerals Corporation Limited, a substantial shareholder, reduced its shareholding in the company to 5.29% following its decision to focus on its core kaolin business. Following this sale, three other shareholders have lodged notices of initial substantial shareholder to advise of shareholdings in excess of 5%.

(b) Change in board and management

Following the above change in ownership, the Company's chairman, chief executive officer and company secretary resigned and were replaced by new management.

China Century Capital Limited
ACN 109 330 949

DIRECTORS' REPORT (CONTINUED)

AUDITOR'S INDEPENDENCE DECLARATION

The lead auditor's independence declaration under section 307C of the Corporation Act 2001 is set out on page 5 for the half-year ended 31 December 2008.

This report is signed in accordance with a resolution of the Board of Directors.



Peter Kao
Director

Sydney
27 February 2009

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Grant Thornton

Grant Thornton NSW
ABN 25 034 787 757

Level 17, 383 Kent Street
Sydney NSW 2000
PO Locked Bag Q800
QVB Post Office
Sydney NSW 1230

T +61 2 8297 2400
F +61 2 9299 4445
E info.nsw@grantthornton.com.au
W www.grantthornton.com.au

**AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF CHINA CENTURY CAPITAL LIMITED**

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the review of China Century Capital Limited for the half-year ended 31 December 2008, I declare that, to the best of my knowledge and belief, there have been:

- a no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- b no contraventions of any applicable code of professional conduct in relation to the review.

Grant Thornton NSW

GRANT THORNTON NSW
Chartered Accountants

G S Layland
Partner

Sydney, 27 February 2009

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CONSOLIDATED INCOME STATEMENT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2008

	Consolidated Entity	
	31.12.2008	31.12.2007
	\$	\$
Interest income	206,314	348,958
Foreign exchange gain	576,162	-
Total revenue	782,476	348,958
Employee benefits expense	(149,284)	(89,136)
Professional fees	(37,169)	(118,592)
Listing costs	-	(284,325)
Finance costs	(253,355)	(195,162)
Impairment of investments	(2,958,373)	-
Share of loss in associates	(100,505)	-
Write off of unrecoverable reserves	-	(464,055)
Loss on sale of investment	(39,980)	-
Foreign exchange loss	-	(5,377)
Other expenses	(130,728)	(128,665)
Loss before income tax	(2,886,918)	(936,354)
Income tax expense	-	-
Net loss after income tax expense	(2,886,918)	(936,354)
Net loss attributable to minority interests	-	(140)
Net loss attributable to members of the parent entity	(2,886,918)	(936,494)
Basic loss per share	(2.70 cents)	(2.67 cents)
Diluted loss per share	(2.70 cents)	(2.67 cents)

These financial statements should be read in conjunction with the accompanying notes.

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CONSOLIDATED BALANCE SHEET

AS AT 31 DECEMBER 2008

	Consolidated Entity	
	31.12.2008	30.06.2008
	\$	\$
CURRENT ASSETS		
Cash and cash equivalents	14,630	44,117
Trade and other receivables	1,162,645	708,314
Other current assets	6,385	231,105
TOTAL CURRENT ASSETS	1,183,660	983,536
NON-CURRENT ASSETS		
Trade and other receivables	963,102	1,041,186
Financial assets	4,678,030	7,936,960
Investment in associates	7,742,697	5,503,500
Property, plant and equipment	1,800	1,075
TOTAL NON-CURRENT ASSETS	13,385,629	14,482,721
TOTAL ASSETS	14,569,289	15,466,257
CURRENT LIABILITIES		
Trade and other payables	439,357	236,422
Financial Liabilities	6,358	19,073
Short-term borrowings	364,000	-
Short-term provisions	21,976	22,468
TOTAL CURRENT LIABILITIES	831,691	277,963
NON-CURRENT LIABILITIES		
Financial Liabilities	3,000,000	3,068,893
Long-term provisions	4,979	7,888
NON-CURRENT LIABILITIES	3,004,979	3,076,781
TOTAL LIABILITIES	3,836,670	3,354,744
NET ASSETS	10,732,619	12,111,513
EQUITY		
Issued capital	14,306,905	13,226,399
Reserves	819,702	142,184
Accumulated losses	(4,393,988)	(1,508,278)
Parent entity interest	10,732,619	11,860,305
Minority interest	-	251,208
TOTAL EQUITY	10,732,619	12,111,513

These financial statements should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2008

	Share Capital	Accumulated Losses	Reserves	Minority Interests	Total
	Ordinary \$	\$	\$	\$	\$
Balance at 1.7.2007	5,096,206	(429,867)	(202,428)	250,979	4,714,890
Revaluation decrement	-	-	(261,627)	-	(261,627)
Total income and expense for the period recognised directly in equity	-	-	464,055	-	464,055
Loss for the period	-	(936,494)	-	-	(936,494)
Total recognised income / expense for the period	-	(936,494)	-	-	(936,494)
Shares issued during the period	5,555,402	-	-	-	5,555,402
Equity raising costs	(762,244)	-	-	-	(762,244)
Minority interest	-	-	-	140	140
Balance at 31.12.2007	9,889,364	(1,366,361)	-	251,119	8,774,122
Balance at 1.7.2008	13,226,399	(1,508,278)	142,184	251,208	12,111,513
Prior period adjustment	-	1,208	-	-	1,208
Revaluation increment / (decrement)	-	-	677,518	(251,208)	426,310
Total income and expense for the period recognised directly in equity	-	1,208	677,518	(251,208)	427,518
Loss for the period	-	(2,886,918)	-	-	(2,886,918)
Total recognised income / expense for the period	-	(2,886,918)	-	-	(2,886,918)
Shares issued during the period	1,130,000	-	-	-	1,130,000
Equity raising costs	(49,494)	-	-	-	(49,494)
Balance at 31.12.2008	14,306,905	(4,393,988)	819,702	-	10,732,619

These financial statements should be read in conjunction with the accompanying notes.

CONSOLIDATED CASH FLOW STATEMENT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2008

	Consolidated Entity	
	31.12.2008	31.12.2007
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Interest received	456	163,122
Payments to suppliers and employees	(61,664)	-
Finance Costs	(153,950)	(968,998)
Net cash used in operating expenses	(215,158)	(805,876)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of Investments	114,560	-
Cash reduction on sale of subsidiary	(35,930)	-
Loan to related parties	(310,052)	-
Net cash used in investing activities	(231,422)	-
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayment of borrowings	-	(910,128)
Proceeds from issue of shares	-	2,732,411
Proceeds from borrowings	417,093	465,500
Payment for capital raising costs	-	(410,376)
Net cash provided by financing activities	417,093	1,877,407
Net Increase / (decrease) in cash held	(29,487)	1,071,531
Cash at the beginning of the reporting period	44,117	42,054
Cash at the end of the reporting period	14,630	1,113,585

These financial statements should be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2008

NOTE 1 BASIS OF PREPARATION

The half-year consolidated financial statements are a general purpose financial report prepared in accordance with the requirements of the Corporations Act 2001, Australian Accounting Standard AASB 134: Interim Financial Reporting, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2008 and any public announcements made by China Century Capital Limited and its controlled entities during the half-year in accordance with the continuous disclosure requirements arising under the Corporations Act 2001.

The accounting policies have been consistently applied by the entities in the consolidated entity and are consistent with those applied in the 30 June 2008 Annual Report.

The half-year report does not include full disclosures of the type normally included in an annual financial report.

Reporting Basis and Conventions

The half-year report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

Going Concern

Going Concern basis of accounting

The consolidated entity has made a net loss of \$2,886,918 (2007: \$936,494) and as at 31 December has minimal cash reserves to satisfy current debts and future operating costs, which creates an inherent uncertainty in relation to going concern. Under the requirements of the Australian Accounting Standards, the directors have reviewed whether the consolidated entity and parent can continue as a going concern by assessing its ability to realise its assets and settle liabilities in the normal course of business and for at least the amounts stated.

The directors have prepared the financial statements on a going concern basis, as the directors have a number of strategies in progress to generate revenues from operations, realise certain non-current assets and raise additional finance, including:

1. The main operation of Cominco Pty Limited, Cominco Huzhou has received official approval for an ongoing renewable 5 year term. This permit also allows stone production to increase to 1.8 million tonnes per annum. Royalties for the next 5 years have been paid in full to the county government. As part of the review of mining in the area, the county has reduced the number of permit holders which should see an increase in market prices in the future.
2. The directors expect that the Company will be able to raise additional funding through share issues if so required.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2008

NOTE 2 LOSS FROM ORDINARY ACTIVITIES

The following revenue and expense items are relevant in explaining the financial performance for the interim period:

	Consolidated Entity	
	31.12.2008	31.12.2007
Income items:		
Interest income	\$ 206,314	\$ 348,958
Expense items:		
Foreign exchange gain / (loss)	576,162	(5,377)
Proceeds on disposal of investments	114,560	-
Carrying amount of investments sold	(154,540)	-
Loss on sale of investments	(39,980)	-
Employee benefits expense	(149,284)	(89,136)
Finance costs	(253,355)	(195,162)

NOTE 3 SEGMENT INFORMATION

Primary reporting – business segments

The company operates in one industry, being investments in projects located in China. The company operates in one geographical segment, being Australia.

NOTE 4 INVESTMENTS

During the period the Company completed the following transactions:

- i) Converted its convertible notes in Cominco Pty Ltd to 49% shareholding in the company.
- ii) Invested \$1.52 million by the way of convertible notes in Cominco Pty Ltd to fund mining license to start quarry production in Cominco Huzhou
- iii) Investment in Sinotel was revalued down by \$2.96 million.
- iv) Disposed of its investment of \$154,540 in ZBB Energy Corp Ltd for \$114,560.

Financial information relating to disposal of ZBB Energy Corp Ltd is set out in Note 2.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2008

NOTE 5 CONTINGENT LIABILITIES

There are no contingent liabilities as at the reporting date.

NOTE 6 RECEIVABLES

	31.12.2008	30.06.08
	\$	\$
Interest receivables (i)	1,150,931	696,458
Other receivables	11,714	11,856
Total current receivables	<u>1,162,645</u>	<u>708,314</u>

(i) This represents interest due on loans and Convertible Notes with Cominco and related parties which are outside payment terms. This receivable is not considered to be impaired as repayment is expected to occur and should the Company so choose, the full amount is available to be converted into equity in Cominco Pty Ltd.

NOTE 7 EVENTS SUBSEQUENT TO REPORTING DATE

(c) Change of substantial shareholders

During January 2009, Minerals Corporation Limited, a substantial shareholder, reduced its shareholding in the company to 5.29% following its decision to focus on its core kaolin business. Following this sale, three other shareholders have lodged notices of initial substantial shareholder to advise of shareholdings in excess of 5%.

(d) Change in board and management

Following the above change in ownership, the Company's chairman, chief executive officer and company secretary resigned and were replaced by new management.

DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 6 to 12:
 - (a) comply with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations; and
 - (b) give a true and fair view of the economic entity's financial position as at 31 December 2008 and of its performance for the half-year ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable, as set out in Note 1 to the accounts.

This declaration is made in accordance with a resolution of the Board of Directors.



Peter Kao
Director

Sydney
27 February 2009



Grant Thornton

Grant Thornton NSW
ABN 25 034 787 757

Level 17, 383 Kent Street
Sydney NSW 2000
PO Locked Bag Q800
QVB Post Office
Sydney NSW 1230

T +61 2 8297 2400
F +61 2 9299 4445
E info.nsw@grantthornton.com.au
W www.grantthornton.com.au

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF CHINA CENTURY CAPITAL LIMITED**

Report on the half-year financial report

We have reviewed the accompanying half-year financial report of China Century Capital Limited and its controlled entities, which comprises the consolidated balance sheet as at 31 December 2008, and the consolidated income statement, consolidated statement of changes in equity and consolidated cash flow statement for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration. The consolidated entity comprises both the Company and the entities it controlled at the half-year's end or from time to time during that half-year.

Directors' responsibility for the half-year financial report

The directors of the Company are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards including the Australian Accounting Interpretations and the Corporations Act 2001. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express a conclusion on the consolidated half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagement ASRE 2410: Review of Interim and Other Financials Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the Corporations Act 2001 including giving a true and fair view of the consolidated entity's financial position as at 31 December 2008 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001.

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**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF CHINA CENTURY CAPITAL LIMITED (CONT)**

Auditor's responsibility (cont)

As the auditor of China Century Capital Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we complied with the independence requirements of the Corporations Act 2001.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of China Century Capital Limited is not in accordance with the Corporations Act 2001, including:

- 1 giving a true and fair view of the consolidated entity's financial position as at 31 December 2008 and of its performance for the half-year ended on that date; and
- 2 complying with Accounting Standard AASB 134: Interim Financial Reporting and Corporations Regulations 2001.

Material uncertainty regarding continuation as a going concern

Without qualifying our conclusion, we draw attention to the following matter. As described in Note 1 to the financial report, the company and consolidated entity have made operating losses and both the company and the consolidated entity have a deficiency in working capital. The directors have detailed a number of alternative strategies for improving the working capital position of the company and the consolidated entity but at the date of this report these are still in progress. The company and consolidated entity are dependent on the successful negotiation of further funding to provide sufficient funds as required until operations are cash positive.

Grant Thornton NSW

GRANT THORNTON NSW
Chartered Accountants

G S Layland

G S Layland
Partner

Sydney, 27 February 2009

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